COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN ADJUSTMENT OF RATES OF THE)
BRACKEN COUNTY WATER DISTRICT) CASE NO. 2000-201

ORDER

On April 28, 2000, Bracken County Water District ("Bracken County") filed its application for Commission approval of proposed water rates. The proposed rates would generate additional annual revenues of \$73,270, or 15 percent. This would result in an increase of \$3.09 or 16.3 percent per month on the average residential customer bill.

Intervention was requested by the Attorney General of the Commonwealth of Kentucky ("Attorney General"). By Order dated May 26, 2000, intervention was granted by the Commission. The Attorney General has not challenged the reasonableness of the proposed rates, nor has he requested discovery or a hearing in this matter.

Commission Staff performed a limited financial review of Bracken County's operations, and assisted in the preparation of Bracken County's application. Staff, having no changes or additional recommendations with regard to this application, did not prepare a Staff Report.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that the rates proposed by Bracken County and attached as Appendix A will produce gross annual water revenues of \$561,956 and are the fair, just, and reasonable rates for Bracken County. These rates will allow Bracken County

sufficient revenues to meet its operating expenses, and provide for future equity growth,

including provisions for servicing its debt.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Bracken County and contained in Appendix A are

approved for service rendered by Bracken County on and after the date of this Order.

2. Within 30 days of the date of this Order, Bracken County shall file with the

Commission its revised tariffs setting out the rates approved herein.

3. Three years from the effective date of this Order, Bracken County shall file

an income statement, along with any pro forma adjustments, in sufficient detail to

demonstrate that the rates approved herein are sufficient to meet its operating

expenses and annual debt service requirements.

Done at Frankfort, Kentucky, this 21st day of July, 2000.

By the Commission

ATTEST:

Deputy Executive Directo

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2000-201 DATED JULY 21, 2000

The following rates and charges are prescribed for the customers in the area served by Bracken County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 gallons	\$11.28	Minimum bill
Over	2,000 gallons	3.57	per 1,000 gallons
Surcharge Division 1		\$6.44	per month
Surcharge Division 2		\$2.98	per month
Wholesale Division 1			
\	cable to Brooksville)		per 1,000 gallons
Gallon	Block Surcharge	\$0.47	per 1,000 gallons
Bulk Sal	es		
(Loadi	ng Station Division 1)	\$5.62	per 1,000 gallons